

Governor

SPENCER J. COX Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

July 16, 2014

John Hadfield TM Crushing 1850 North 1450 West Lehi, Utah 84043

Subject: Reclamation Surety Required, TM Crushing, LLC, TM Crushing Elberta #1, S/49/0092, Utah

County, Utah

Dear Mr. Hadfield:

The referenced Notice of Intention to Commence Small Mining Operations (NOI), received by the Division of Oil, Gas and Mining on June 24, 2014, is complete with the exception of the reclamation bonding requirement. The proposed mine is to be located in Township 10 South, Range 1 West, Section 19. The required reclamation surety is \$28,000.00 for a three-year escalation (surety amount next evaluated in 2017) or \$29,100.00 for a five-year escalation. This was determined based on information in the following table:

Small Mine Operation Box	nd Calculation W	orksheet S/049	/0092
3-year	escalation (2017)	1
Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$8,000.00	\$8,000.00
Add'l Acres Disturbance	4	\$5,000.00	\$20,000.00
TOTAL			\$28,000.00
5-year	escalation (2019))	
Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$8,300.00	\$8,300.00
Add'l Acres Disturbance	4	\$5,200.00	\$20,800.00
TOTAL			\$29,100.00

Please submit the reclamation surety and reclamation contract within the next 30 days. No mining related disturbance may be created until the surety is received and approved and you have received written acceptance from this office as well as other applicable agencies.

The reclamation surety can be submitted in one of several forms, including, an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. Please contact Penny Berry at 801-538-5291 or by e mail at pennyberry@utah.gov for assistance in completing this requirement.

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Please contact April Abate at 801-538-5214 or me at 801-538-5261 if you have questions regarding this letter. In reply please refer to file number S/049/0092.

Sincerely,

Minerals Program Manager

PBB: aa: eb

Peggy Kelsey, Utah County peggyk@utahcounty.gov Scott McLachlan 9330 N 10400 West, Lehi, Utah 84043